





March 11, 2022

Delivered by First Class Mail and Certified Mail, Parcel No. 7021 0350 0001 0367 7783

Melvin Jeff Demuth NPN 16467938 1408 Links Circle #9 Jonesboro, Arkansas 72404

NOTICE OF HEARING

Dear Mr. Demuth:

You are hereby notified that an administrative hearing has been scheduled pursuant to Ark. Code Ann. §§ 23-61-303 and 23-64-216(e), and other applicable provisions of Arkansas law, before Insurance Commissioner Alan McClain, as Hearing Officer, or his designee, on April 13, 2022, at 10:00 AM in the 2nd Floor Diamond Mine Hearing Room, Arkansas Insurance Department ("Department"), 1 Commerce Way, Little Rock, Arkansas, 72202. The purpose of this hearing is to hear the allegations in this notice and decide if your producer license should be revoked or suspended. You are alleged to have violated the following requirements:

- 1. You have failed to reply in writing to an inquiry from the Department when required to do so. You were sent written inquiries on January 3, 2022, and February 7, 2022, to the address you provided the licensing division. You have failed to reply to either inquiry. Your actions are a violation of Ark Code Ann. § 23-64-512(a)(13)&(17).
- 2. You have failed to pay Arkansas state income taxes and failed to demonstrate you have an approved payment arrangement to repay state taxes owed. Your actions are a violation of Ark Code Ann. § 23-64-512(a)(15).
- 3. You have failed to comply with a court order imposing a child support obligation and failed to report to the Insurance Commissioner child support arrears in your insurance producer

license renewal applications. On your March 30, 2019, and May 10, 2021, insurance producer renewal applications you stated you did not have child support arrearages, which was not a true statement. Your actions are a violation of Ark Code Ann. § 23-64-512(a)(1)&(14).

4. You were charged with Theft of Property, a misdemeanor, in January of 2019, in Crawford County District Court. You failed to report the filing of a criminal charge against you. Your actions are a violation of Ark Code Ann. § 23-64-201(e).

You have the right to represent yourself or be represented by counsel of your own choosing at this proceeding. Additionally, the Commissioner will obtain a competent reporter to record the hearing. You may avail yourself of other privileges, including the Department's assistance to subpoena any needed witnesses or records.

Your verbal or written notification that you have received this notice of hearing must be received in this office within ten (10) days of your receipt. If your notification is not received by the Department within ten (10) days, any and all expenses incurred by the Department in continuing the hearing or in notification of witnesses, including but not limited to, phone calls, issuance of subpoenas and postage, will be charged to the party or parties requesting such continuance. If you or your attorney determines that a continuance is necessary, or you have questions or concerns, please contact me at (501) 371-2829.

Sincerely yours,

Gray Allen Turner

Associate Counsel, Legal Division

Arkansas Insurance Division

1 Commerce Way

Little Rock AR 72202

(501) 371-2829

Gray.turner@Arkansas.gov